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Testimony Indicates Hughes

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By WALLACE TURNER

LOS ANGELES, Sept. 30 — [illegible] testimony and [illegible] on file in a Los Angeles Superior Court case here paint Howard R. Hughes, the reclusive industrialist, as a man who gave hundreds of thousands of dollars to politicians, including President Nixon, in a relentless drive for political influence.

The main narrative comes from sworn testimony in depositions of Robert A. Maheu, a one-time Hughes employe, who has sued the Hughes interests for $17.3 million in a libel action, scheduled to go to trial Oct. 23.

Mr. Maheu alleges that his reputation was damaged when Mr. Hughes said in a telephone news conference that his former aide had "stole me blind." Mr. Maheu is the defendant in a countersuit that asks $4,458,474 on the allegation that he mismanaged Mr. Hughes's property and misused his position.

The Nixon contributions have been written about in fragments of unattributed detail over the last two years. Not until Mr. Maheu's account has there been a description given by any participants to the transaction.

Move to Bahamas

A tape recording of what is said to be a telephone call between Mr. Hughes and Mr. Maheu in early 1970 is in the [illegible] of evidence. In it the voice identified as that of Mr. Hughes tells the person identified as Mr. Maheu to go to a position [illegible] from Las Vegas, Nev., to the Bahamas, where he lived until March, 1972. [illegible] ed in the night in a hastily chartered jet to escape deportation.

Most of Mr. Maheu's testimony in the libel case was given in connection with a deposition taken from him with the consent of attorneys under oath outside the presence of the judge by all opposing parties to obtain evidence that will be presented at the trial and thereby shorten [illegible].

It was in the [illegible] tion that Mr. Maheu [illegible] most complete [illegible] recorded to date of the reported delivery of $100,000 from Mr. Hughes to C. G. Rebozo, the friend of President Nixon. The Hughes group believed that Mr. Rebozo would give to Mr. Nixon, according to the deposition.

Mr. Maheu said that the money had been delivered in two batches. No evidence was given that anyone saw Mr. Nixon during either delivery.

Friend of Rebozo

Mr. Maheu said that, after failing to deliver the money himself, he arranged to have the first $50,000, from a Hughes bank account, delivered by Richard Danner, who had been hired by the Hughes organization in February, 1969.

A main reason for hiring Mr. Danner was that his friendship with Mr. Rebozo would give the Hughes access to the President's friend, Mr. Maheu said.

Mr. Danner had been [illegible] Federal Bureau of Investigation [illegible] and later a City [illegible] Miami. He still [illegible] Mr. Maheu said he was told by Mr. Danner that [illegible] delivery in June 1969 to Mr. Rebozo at San Clemente, Calif., where Mr. Nixon had a home. Mr. Maheu said Mr. Danner told him that Mr. Rebozo had given the money to Mr. Nixon.

Mr. Maheu said he was told by Mr. Danner that the second delivery in June 1969 to Mr. Rebozo at San Clemente, Calif., where Mr. Nixon had a home a few months before [illegible] Mr. Hughes subsequently [illegible] was to help finance the acquisition by Mr. Hughes of the Dunes Hotel.

Mr. Maheu said that Mr. Hughes had told him to send [illegible] interest to some of the [illegible] that Mr. Nixon wanted to get [illegible]

Mr. Maheu testified that he was present for the delivery of the second $50,000 to Mr. Rebozo, which, he said, took place at Mr. Rebozo's home at Key Biscayne, Fla. [illegible] presidential campaign. Mr. Danner was the messenger [illegible]

Mr. Maheu did not describe this meeting, which, he said, he was in early 1970, nor did he recount any of the conversation.

But he said at several points in his testimony that the $100,000 involved in the two deliveries was meant for Mr. Nixon to receive the money. He was not asked how he knew this.

Gifts to Politicians

Mr. Maheu testified that, for 13 years, from 1957 until Mr. Hughes replaced him in 1970, among his other duties he supervised distribution of Hughes gifts to political figures. He said he did not want to talk about this, and stated that "I have religiously protected Howard Hughes and the Hughes Tool Company relative to political contributions." However, he did discuss later in his deposition the details of such contributions.

His testimony in the deposition was elicited by Mr. Hughes's lawyers, and they did not ask him why Mr. Hughes would give $100,000 in cash to Mr. Rebozo to give to President Nixon.

Some matters were discussed in testimony in ways that indicated they may have had a bearing on the suit.

In 1968, the Department of Justice Anti-Trust Division warned Mr. Hughes not to buy more casinos than the five he then had. The division warned that it would proceed against a concentration of casino ownership in his hands.

In 1969, Mr. Hughes told Mr. Maheu to begin negotiations toward buying the Dunes Hotel.

Mr. Maheu said that Mr. Hughes had told him to send

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Sought Political Influence With

The New York Times

Robert A. Maheu, former associate of Howard Hughes

Mr. Danner to Washington to see Attorney General John N. Mitchell with a request from Mr. Hughes. The request was not described.

¶Mr. Maheu said that when Mr. Danner returned from Washington, "certain political obligations had to be met as a result of the trip."

¶Mr. Maheu said he had told Tom Bell, a Las Vegas lawyer employed by Mr. Hughes, to give Mr. Danner $50,000 from the funds of the Silver Slipper, a Hughes casino, "for delivery to Mr. Bebe Rebozo in Key Biscayne, Fla." Mr. Maheu went along to observe the exchange.

Negotiations End

Mr. Hughes never bought the Dunes Hotel. Sidney Wyman, one of the Dunes owners, testified in Las Vegas that the deal's negotiations moved forward and suddenly stopped, but he did not explain why.

At several points in the legal proceedings, witnesses indicated that Internal Revenue Service agents had questioned Mr. Maheu, Mr. Danner and probably Mr. Rebozo as they studied the passage of the $100,000 from Mr. Hughes to Mr. Rebozo.

Mr. Maheu also told of personally delivering $50,000 in cash to Vice President Hubert H. Humphrey. This occurred as the two men sat alone in the back seat of Mr. Humphrey's limousine in front of the Century Plaza Hotel in Los Angeles in the autumn of 1968.

"I have no reason to believe that Senator Humphrey will deny having received the money," Mr. Maheu testified. He also said that in 1968 Mr. Hughes wanted to give $25,000 to Robert F. Kennedy's Presidential campaign.

When Senator Kennedy was assassinated, Mr. Maheu said he had asked Pierre Salinger, who had been President John F. Kennedy's press secretary, for advice on passing the money on. At Mr. Salinger's suggestion, Mr. Maheu said, he gave the $25,000 to Lawrence F. O'Brien, the Democratic national chairman, who was a friend of the Kennedy family.

Old Axe Powers

Mr. Maheu told a story that painted Mr. Hughes as hungry for political power and position, such as the following:

"One time in 1967 I showed Mr. [Raymond E.] Holliday, then chief executive of Hughes, [a] handwritten memorandum from Mr. Hughes wherein Mr. Hughes was asking me to make a million-dollar payoff to a president of the United States. Mr. Holliday dropped the yellow sheet of paper to the floor and requested of me whether or not his fingerprints could be taken off the piece of paper."

¶A conversation with Mr. Bell, the Las Vegas lawyer for Mr. Hughes, and distributor of Hughes political money in that state. "I clearly recall explaining to Mr. Bell the desire of Howard Hughes to own the state of Nevada, to own the judges in Nevada, to own all the officials of Nevada."

While these statements may be considered as those of one litigant against his opponent, the court files also contain the tape recording of what is said to be the telephone conversation in which Mr. Hughes gave Mr. Maheu instructions to "wrap up" the Government of the Bahamas and make it receptive to Mr. Hughes's desires.

The recording is one of five that turned up in the possession of Peter Maheu, Robert's son, who once was his father's assistant in managing the Hughes Nevada properties and now is a policeman in Tucson, Ariz.

The tape recording of the Maheu-Hughes telephone conversation in early 1970, was identified by Mr. Maheu in his deposition session of July 4.

Plans for Casinos

In a rambling conversation, the two men discussed Mr. Hughes's tentative plans to acquire gambling casinos in the Bahamas and perhaps Puerto Rico. Mr. Hughes expressed opposition to having gambling legalized in Miami.

Mr. Hughes said it would be [illegible] white men for some physical assault against him and observed that Bahamian officials might try to exploit the question of his personal safety.

During the time that Robert Maheu managed the Hughes properties, he never saw Mr. Hughes. They communicated by telephone — Mr. Hughes from his apartment over the Desert Inn Hotel, and Mr. Maheu from

Huge Campaign Gifts

various parts around the country. They also communicated by memorandums. Copies of some of these have been duplicated and are in the hands of many persons.

In addition to the $100,000 cash gift said to have been sent through Mr. Rebozo, Mr. Maheu described a $50,000 donation in the form of 10 checks of $5,000 each to the Nixon campaign fund in 1968. He said that Mr. Hughes made a similar $50,000 contribution to the Humphrey campaign. Both of these donations by check were made through the established campaign fund organizations.

Mr. Maheu testified that the money for most of the Nevada contributions—such as $50,000 to Senator Alan Bible's re-election in 1968, and $70,000 to Senator Howard Cannon's 1970 campaign—came from the Silver Slipper Casino to Mr. Bell. The money came from the Silver Slipper because Mr. Hughes owned it in his own name, instead of through his complex of wholly owned companies, and this made some difference in the tax results of the donations, Mr. Maheu explained.

Mr. Maheu also said that he did not always do what Mr. Hughes ordered in spreading around money.

Mr. Maheu testified that on one occasion, either in Los Angeles or Las Vegas, he had complained about Mr. Hughes's behavior to Frank W. Gay, a chief lieutenant of Mr. Hughes.

"I told Mr. Gay that I was very much concerned about the attempts that Howard Hughes made in asking me to make big payoffs to Presidents of the United States," Mr. Maheu testified.

He indicated that he had not carried out Mr. Hughes purported instructions.